

7th December, 2006



06019379

Bombay Stock Exchange Limited
Corporate Relationship Department
Rotunda Building,
1st Floor, New Trading Ring, Dalal Street
Fort, Mumbai 400 001.
Tel.: 2272 1233/34
Fax: 2272 2082/ 3132
Scripe Code: 500440

The Manager
Listing Department
The National Stock Exchange of India Limited
"Exchange Plaza", Bandra-Kurla Complex, Bandra
(East), Mumbai 400 051.
Tel.: 26598236
Fax: 2659 8237 / 38.
Scripe Code: HINDALCO

SUPPL

Dear Sirs,

Re: Board Meeting of the Company held on 7th December, 2006

We wish to inform you that at a meeting of the Board of Directors of Hindalco Industries Ltd (the "Company") held on date, the Board considered and approved formulating an Employee Stock Option Scheme -2006 ("ESOS - 2006") for granting options to eligible employees of the Company, its subsidiary(ies) and constituted a Compensation Committee for the purposes of implementing, administering and supervising the ESOS - 2006 in accordance with the provisions of the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999.

Accordingly, subject to the requisite approval of the shareholders, the Board also granted its approval under section 81(1A) of the Companies Act, 1956 and other applicable provisions for granting, offering and issuing in one or more tranches, to such eligible employees of the Company or its subsidiary(ies) as may be decided by the Compensation Committee not more than 34,77,807 equity shares of the Company being 0.30 % of the paid-up equity share capital of the Company on the terms and conditions as mentioned in the ESOS - 2006 to be formulated.

This is for your information, please.

Yours faithfully
For Hindalco Industries Limited,


Anil Malik
General Manager &
Company Secretary

cc.to:- Securities and Exchange Commission
Attn: International Corporate Finance
Division of Corporate Finance
100 F Street, NE
Washington D.C. 20549
United States of America
Fax No. 001 202 5513 450
TEL No. 001 202 551-6551

Re: Hindalco Industries Limited
Rule 12g3-2(b) Exemption file No. 82-3428

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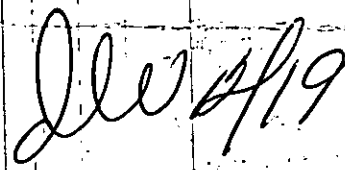
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FINANCIAL**

OFFICE OF INTERNATIONAL
CORPORATE FINANCE

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HINDALCO INDUSTRIES LIMITED

Regd. Office : Century Bhavan, 3rd Floor, Dr. Annie Besant Road, Worli, Mumbai - 400 030. • Tel.: 6662 6666 • Fax : 2422 7586 / 2436 2516

Ahura Centre, 'B' Wing, 1st Floor, 82- Mahakali Caves Road, Andheri (E), Mumbai - 400 093. • Tel.: 6691 7000 • Fax : 6691 7050 / 7070

Works : P.O. Renukoot, Pin : 231217, Dist. : Sonbhadra (U.P.) • Tel.: Pipri (05446) 252079 • Fax : (05446) 252107 / 427